## Message Text

LIMITED OFFICIAL USE

PAGE 01 ROME 01577 310006Z

2.1

**ACTION IO-11** 

INFO OCT-01 AGR-05 AID-05 EB-07 EUR-12 COME-00 ISO-00

TRSE-00 CIAE-00 INR-07 NSAE-00 /048 W

----- 114926

P 301005Z JAN 76

FM AMEMBASSY ROME

TO SECSTATE WASHDC PRIORITY 5451

LIMITED OFFICIAL USE ROME 1577

**FODAG** 

E.O. 11652: N/A TAGS: IFAD, OCON

SUBJECT: INTERNATIONAL FUND FOR AGRICULTURAL DEVELOPMENT:

FIRST TWO DAYS

SUMMARY - JANUARY 28, FIRST DAY, WAS SPENT IN ORGANIZING CONFERENCE--ESTABLISHING ITSELF AS COMMITTEE OF WHOLE, SLIGHTLY ENLARGING CONTACT GROUP, AND HOLDING GROUP MEETINGS ON ORGANIZATION AND SETTING OF POSITIONS. FAO DIRECTOR-GENERAL'S PROPOSALS FOR FAO ROLE WITH IFAD WERE NOT PRESSED; THERE APPEARS TO BE CONSENSUS AMONG THE THREE GROUPS

OF COUNTRIES TO WATER DOWN HIS PROPOSALS CONSIDERABLY. OECD/DAC GROUP MEETINGS JANUARY 27 AND 28 REACHED AGREEMENT THAT DESPITE DIFFERENCES, EFFORT SHOULD BE MADE. TO START WHERE PREVIOUS MEETING OF INTERESTED COUNTRIES LEFT OFF, AND NOT REOPEN OLD ISSUES OR START AFRESH. AT END OF SECOND DAY, THERE ARE STILL NO INDICATIONS OF THE SIZE OF THE CONTRIBUTIONS OPEC COUNTRIES ARE PREPARED TO MAKE. THE ONLY SUBSTANTIVE ISSUE DEALT WITH THUS FAR IS THE NEGOTIATION IN WEIGHTED VOTHING WHERE THE G-77 REMAINS ADAMANT ON THE POSITION OF ONE-COUNTRY ONE-VOTE ON THE EXECUTIVE BOARD. END SUMMARY

1. WORLD FOOD COUNCIL EXECUTIVE DIRECTOR JOHN HANNAH OPENED MEET-ING OF INTERESTED COUNTRIES AT 11:00 A.M. JANUARY 28, SPOKE BRIEFLY AND READ UN SECRETARY GENERAL WALDHEIM'S APPEAL TO GOVERNMENTS TO TAKE

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 ROME 01577 310006Z

NECESSARY ACTION FOR ESTABLISHMENT OF IFAD. NEW FAO DIRECTOR-GENERAL

EDOUARD SAOUMA WAS THEN INTRODUCED, AND SPOKE OF IMPROTANCE OF CLOSE COOPERATION BETWEEN FAO AND IFAD, STRESSING CONVERGENCE OF TWO ORGAN-IZATIONS AND EXPERTISE FAO COULD PROVDE, BUT ADDING THAT HE WAS NOT SEEKING AUTHORITY OR POWER. SAOUMA INDICATED THAT ADG YRIART WOULD REPRESENT FAO IN CONSIDERING RELATIONS WITH IFAD. (COMMENT: SAOUMA DID NOT REFER TO PROPOSALS HE HAD MADE TO GROUP-77 AND OECD/DAC GROUP IN ROME TO AMEND DRAFT IFAD AGREEMENT TO STRENGTHEN FAO'S ROLE OR TO GIVE IFAD BORRWOING AUTHORITY. WE UNDERSTAND GROUP-77 WILL INTRODUCE AMENDMENTS ONLY TO REFER TO FAO IN PREAMBLE AND IN ARTICLE 8, SECTION 2 CONCERNING IFAD RELATIONS WITH OTHER ORGANIZATIONS.

2. DR. HANNAH THEN ESTABLISHED GROUP AS COMMITTEE OF WHOLE, AND TURNED

CHAIRMANSHIP OVER TO BOYAGBONA OF NIGERIA (VICE-CHAIRMEN MRS. BELLAVITA

OF PANAMA, AND ALPEN OF AUSTRALIA.)

3. BOYAGBONA THEN PROPOSED TO RECONSTITUTE PREVIOUS 12-MEMEBER CONTACT

GROUP (4 EACH FROM COUNTRIES OF CATEGORIES I, II, AND III), BUT REPRESENTATIVES OF SOME GROUP-77(LED BY GUINEA AND LIBYA) COUNTRIES OPPOSED THIS, AND ASKED FOR SAME ENLARGEMENT OF THAT GROUP. AFTER SOME DISCUSSION, CHAIR AGREED TO DELAY UNTIL AFTERNOON TO PERMIT GROUPS TO DECIDE THEIR VIEWS.

4. IN AFTERNOON, GROU-77 SPOKESMAN PROPOSED ADDING ONE FROM EACH CATEGORY AND NOMINATED GUINEA FROM CATEGORY III AND LIBYA FROM CATEGORY II

WITH A THIRD NEW MEMBER TO BE ROUND UP FOR CATEGORY I BY OECD/DAC GROUP.

LATTER COUNTRIES INTERPOSED NO OBJECTION, AND LATER NOMINATED UNITED KINGDOM AS COMPROMISE BETWEEN SWEDISH NOMINEE OF NETHERLANDS AND U.S. NOMINEE OF JAPAN. LEGAL DRAFTING GROUP WAS ALSO ENLARGED, TAKING ADVANTAGE OF ITS OPEN-ENDED COMPOSITION.

5. OECD/DAC GROUP IN MEETINGS AFTERNOON OF JANUARY 27, MORNING OF JANUARY 28, AND AFTERNOON OF JANUARY 28 REAFFIRMED ITS POSITION REGARDING: A 750 SDR LEVEL TO ENTER INTO FORCE, WEIGHTED VOTING, THIRD PARTY MONITORING OF DIRECT LENDING PROJECTS, OPPOSITION TO IFAD BORROWING AUTHORITY, AND IFAD RELATIONS WITH FAO, ALL IN ACCORD LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 ROME 01577 310006Z

WITH U.S. POLICY (THOUGH SOME DIFFERENCES WITH NORDIC GROUP ON THESE POINTS PERSIST.)

6. THE ONLY SUBSTANTIVE ISSUE DEALT WITH BY THE CONTRACT GROUP ON JANUARY 29 WAS WEIGHTED VOTING ON THE EXECUTIVE BOARD. THE G-77 (WITH THE NOTABLE EXCEPTION OF INDIA) HAS REPUDIATED THE COMPROMISE REACHED DURING THE NEGOTIATIONS LAST OCTOBER AND IS INSISTING ON ONE-COUNTRY ONE-VOTE IN THE EXECUTIVE BOARD. THE OECD

GROUP IS REMAINING FAIRLY FIRM ON THE PRINCIPLE OF SELF-DETERMINATION FOR EACH GROUP WITHIN THE EXECUTIVE BOARD BUT STRAINS IN THIS UNITY ARE APPEARING.

7. COMMENT: THERE IS STILL NO SIGN OFOPEC MONEY. THERE ARE IN-DICATIONS THAT THE CONTRIBUTIONS FROM OPEC COUNTRIES WILL BE CHANNELED

THROUGH THE NEW OPEC AID FUND. THE ATMOSPHERE OF THE MEETING IS STRAINED AND THE G-77 APPEARS DOMINATED BY THE MORE RADICAL ELEMENTS. VOLPE

LIMITED OFFICIAL USE

NNN

## Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: n/a Control Number: n/a Copy: SINGLE Draft Date: 30 JAN 1976 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED

Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: morefirh
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976ROME01577

Document Number: 1976ROME01577
Document Source: CORE
Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: N/A Errors: N/A

Film Number: D760036-0626

From: ROME

Handling Restrictions: n/a

Image Path:

Legacy Key: link1976/newtext/t1976014/aaaaadct.tel Line Count: 125 Locator: TEXT ON-LINE, ON MICROFILM Office: ACTION IO

Original Classification: LIMITED OFFICIAL USE

Original Handling Restrictions: n/a
Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 3

Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE

Previous Handling Restrictions: n/a

Reference: n/a

Review Action: RELEASED, APPROVED Review Authority: morefirh

Review Comment: n/a Review Content Flags: Review Date: 10 MAY 2004

**Review Event:** 

Review Exemptions: n/a
Review History: RELEASED <10 MAY 2004 by BoyleJA>; APPROVED <17 MAY 2004 by morefirh>

**Review Markings:** 

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MÁY 2006

**Review Media Identifier:** Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: INTERNATIONAL FUND FOR AGRICULTURAL DEVELOPMENT: FIRST TWO DAYS

TAGS: OCON, IFAD
To: STATE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006